

**WARRICK COUNTY COUNCIL
RESOLUTION NO. 2008-01**

**A RESOLUTION MAKING A PRELIMINARY
DETERMINATION TO ISSUE BONDS**

WHEREAS, the County Council (the "Council") of Warrick County, Indiana (the "County") has given consideration to the acquisition, construction, and equipping of certain sanitary sewer improvements to serve the Stonehaven subdivision area in the County (the "Project"); and

WHEREAS, pursuant to Indiana Code § 6-1.1-20-3.1, if the Council proposes to impose property taxes to pay debt service or lease rentals on any construction, reconstruction or operation project, which is not excluded under Indiana Code § 6-1.1-20-1.1, it must conduct a public hearing on the preliminary determination to proceed with the project prior to the Council's adoption of any resolution or ordinance making a preliminary determination to issue bonds or enter into a lease; and

WHEREAS, notice of said public hearing has been given in accordance with Indiana law; and

WHEREAS, interested people have been given the opportunity to present testimony and ask questions concerning the Project, and this Council has heard public input at a public hearing held this date concerning the Project; and

WHEREAS, the Council, being duly advised, finds that it is in the best interests of the County and its residents to issue general obligation bonds of the County for the purpose of financing all or any portion of the Project, in order to better serve the residents of the County.

WHEREAS, the County expects to pay for certain costs of the Project or costs related to the Project (collectively, the "Expenditures") prior to the issuance of such general obligation bonds, and to reimburse the Expenditures with proceeds received by the County upon the issuance of such general obligation bonds by the County; and

WHEREAS, the Council desires to declare its intent to reimburse the Expenditures pursuant to Treas. Reg. §1.150-2 and Indiana Code §5-1-14-6(c).

NOW, THEREFORE, BE IT RESOLVED BY THE COUNTY COUNCIL OF WARRICK COUNTY, INDIANA, as follows:

Section 1. The Council hereby makes a preliminary determination that there exists a need for the Project and that the County should proceed with financing and constructing the Project. Accordingly, the Council hereby makes a preliminary determination to issue general obligations bonds of the County (the "Bonds"), in an original aggregate amount not to exceed Two Million Two Hundred Thousand Dollars (\$2,200,000), for the purpose of financing all or a portion of the Project and the cost of issuance and sale of the Bonds, in order to better serve the

residents of the County. The Bonds will have a maximum term of fifteen (15) years, and an estimated interest rate of 5.00% percent per annum, resulting in total interest costs of One Million Twenty-Five Thousand Dollars (\$1,025,000) over the term of the Bonds.

Section 2. A notice of the foregoing preliminary determination to issue the Bonds of the County shall be given in accordance with Indiana Code § 6-1.1-20-3.1.

Section 3. The foregoing preliminary determination to issue general obligation bonds of the County shall constitute a decision to issue general obligation bonds of the County for purposes of Indiana Code § 6-1.1-20-5, and notice of such decision shall be given in accordance with Indiana Code § 6-1.1-20-5.

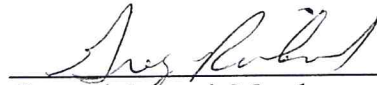
Section 4. The Council hereby declares its official intent to reimburse costs of the Project consisting of the Expenditures from proceeds of the sale of such Bonds.

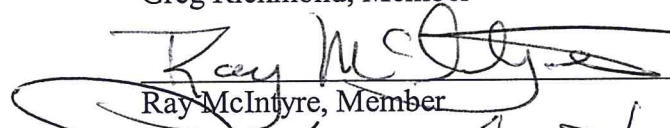
Section 5. The Council hereby authorizes the County Auditor for the County (the "Auditor") or any other County official to take any and all actions such person deems necessary or desirable in connection with fulfilling the intents and purposes of these resolutions. In addition, any and all actions previously taken by any member of the Council, the Auditor or other County official, in connection with the foregoing preliminary determinations, including, but not limited to, publication of the notice of the public hearing held in connection with such preliminary determinations, be, and hereby are, ratified and approved.

Section 6. This resolution shall be in full force and effect from and after its adoption.


Passed and adopted by the County Council of Warrick County, Indiana this 3rd day of January, 2008.

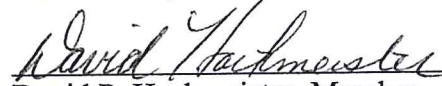
COUNTY COUNCIL OF WARRICK COUNTY,
INDIANA


Greg Richmond, Member


Ray McIntyre, Member


Bob Addington, Member


Gerald Bass, Member


David P. Hachmeister, Member

Gary Meyer, D.D.S., Member

Tim Mosbey

Tim Mosbey, Member

ATTEST:

Lawrence C. Lacer

Lawrence C. Lacer, Auditor
Warrick County, Indiana

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Judicial Center Building
One County Square, Suite 240
Boonville, Indiana 47601
(812) 897-6110 * FAX (812) 897-6401
auditor@warrickcounty.gov

Lawrence C. Lacer, Auditor

FAX COVER

Date: 1-10-2008

Company: Barnes Thornburgh

Attention: Brad Bingham

Fax Number: 317-231-7433

Total Number of pages: 4 (including cover sheet)

WARRICK COUNTY, INDIANA

SCHEDULE OF AMORTIZATION OF \$2,025,000 PRINCIPAL AMOUNT OF ECONOMIC DEVELOPMENT INCOME TAX REVENUE NOTES, SERIES 2008

Debt Service Schedule

Date	Principal	Coupon	Interest	Total P+I	Fiscal Total
10/10/2008	-	-	-	-	-
06/15/2009	135,515.11 ✓	4.250% ✓	58,570.31 ✓	194,085.42 ✓	-
12/15/2009	154,287.49 ✓	4.250% ✓	40,151.55 ✓	194,439.04 ✓	388,524.46
06/15/2010	157,566.10 ✓	4.250% ✓	36,872.94 ✓	194,439.04 ✓	-
12/15/2010	160,914.37 ✓	4.250% ✓	33,524.67 ✓	194,439.04 ✓	388,878.08
06/15/2011	164,333.81 ✓	4.250% ✓	30,105.23 ✓	194,439.04 ✓	-
12/15/2011	167,825.90 ✓	4.250% ✓	26,613.14 ✓	194,439.04 ✓	388,878.08
06/15/2012	171,392.20 ✓	4.250% ✓	23,046.84 ✓	194,439.04 ✓	-
12/15/2012	175,034.28 ✓	4.250% ✓	19,404.76 ✓	194,439.04 ✓	388,878.08
06/15/2013	178,753.76 ✓	4.250% ✓	15,685.28 ✓	194,439.04 ✓	-
12/15/2013	182,552.28 ✓	4.250% ✓	11,886.76 ✓	194,439.04 ✓	388,878.08
06/15/2014	186,431.52 ✓	4.250% ✓	8,007.52 ✓	194,439.04 ✓	-
12/15/2014	190,393.18 ✓	4.250% ✓	4,045.86 ✓	194,439.04 ✓	388,878.08
Total	\$2,025,000.00	-	\$307,914.86	\$2,332,914.86	-

Yield Statistics

Bond Year Dollars	\$7,245.06
Average Life	3.578 Years
Average Coupon	4.2499999%
Net Interest Cost (NIC)	4.2499999%
True Interest Cost (TIC)	4.2466832%
Bond Yield for Arbitrage Purposes	4.2466832%
All Inclusive Cost (AIC)	4.2466832%

IRS Form 8038

Net Interest Cost	4.2499999%
Weighted Average Maturity	3.578 Years